

UNITED STATES ENVIRONMENTAL PROTECTION AGENCY REGION 8

1595 Wynkoop Street Denver, CO 80202-1129 Phone 800-227-8917 www.epa.gov/region8

Ref: 8ENF-W-SDW

OCT 2 5 2016

CERTIFIED MAIL RETURN RECEIPT REQUESTED

Troy Matthews, Production Engineer Phoenix Production Company 225 W Yellowstone P.O. Box 2653 Cody, Wyoming 81414

Re: Underground Injection Control (UIC); Notice of Violation: Loss of Mechanical Integrity for the 2-WO3 Well (EPA Well ID # WY20000-02127, API # 49-013-06618) – Rolff Lake Oil Field, Fremont County, Wyoming

Dear Mr. Matthews:

On October 11, 2016, the Environmental Protection Agency learned by mail that the Phoenix Production Company injection well referenced above failed a mechanical integrity test on September 29, 2016. Pursuant to Title 40 of the Code of Federal Regulations Section 144.28(f)(2) (40 C.F.R. § 144.28(f)(2)), you must establish and maintain mechanical integrity. A loss of mechanical integrity is a violation of this requirement.

Pursuant to 40 C.F.R. § 144.28(f)(3), you must immediately cease injection into this well. Before injection may resume, you must demonstrate that the well has mechanical integrity by passing a mechanical integrity test (MIT). You must also receive written authorization from the EPA.

Within thirty (30) days of receipt of this letter, please submit a letter describing what action you intend to take regarding the well, including a time frame in which you anticipate the work to be completed. It is expected that you will return this well to compliance within ninety (90) days of the loss of mechanical integrity. If you choose to plug and abandon this well, a plugging and abandonment plan must be submitted to the EPA for approval prior to the plugging operation.

Any failure to comply with the UIC regulations found at 40 C.F.R. parts 144, 146, and 148 is subject to enforcement by the EPA, as provided in section 1423 of the Safe Drinking Water Act, 42 U.S.C. § 300(h)(2).

If you have any questions concerning this letter, you may contact Gary Wang at (303) 312-6469. Please direct all correspondence to the attention of Gary Wang at Mail Code 8ENF-W-SDW.

Sincerely

Suzanne J. Bohan

Assistant Regional Administrator Office of Enforcement, Compliance and Environmental Justice cc: Darwin St. Clair, Chairman Eastern Shoshone Tribe

> Dean Goggles, Chairman Northern Arapaho Tribe

Lokilo St. Clair, Acting Director Wind River Environmental Quality Commission